FEDERAL COMMUNICATIONS **COMMISSION**

In Re Applications of:)	WT Docke	t No.:	96-41	
)				
LIBERTY CABLE CO., INC.,)	File Nos	.:		
for Private Operational)	70877			WNTT370
Fixed Microwave Service)	708778,	713296		WNTM210
Authorization and)	708779			WNTM385
Modifications)	708780			WNTT555
)	708781,	709426,	711937	WNTM212
New York, New York)	709332			(New)
)	712203			WNTW782
)	712218			WNTY584
)	712219			WNTY605
)	713295			WNTX889
)	713300			(New)
:)	717325			(New)

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Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In Re Applications of:)))	WT Docket No.:	96-41	
LIBERTY CABLE CO., INC., for Private Operational Fixed Microwave Service Authorization and Modifications New York, New York	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	File Nos.: 70877 708778, 713296 708779 708780 708781, 709426, 709332 712203 712218 712219	711937	WNTT370 WNTM210 WNTM385 WNTT555 WNTM212 (New) WNTW782 WNTY584 WNTY605
))	713295 713300 717325		WNTX889 (New) (New)

Courtroom 2 FCC Building 2000 L Street, N.W. Washington, D.C.

Tuesday, January 21, 1997

The parties met, pursuant to notice of the Judge at 9:37 a.m.

BEFORE: HON. RICHARD L. SIPPEL Administrative Law Judge

APPEARANCES:

On Behalf of Liberty Cable Company, Inc.:

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FEDERAL COMMUNICATIONS COMMISSION

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	<u>IDENTIFIED</u>	RECEIVED	REJECTED
<u>TW/CV</u> :			
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Hearing Began: 9:37 a.m. Hearing Ended: 2:15 p.m.

Τ	<u> Б к О С в в Б Т и е 2</u>
2	9:37 a.m.
3	JUDGE SIPPEL: Good morning.
4	ALL: Good morning, Your Honor.
5	JUDGE SIPPEL: Please be seated. We're on the
6	record. The first order of business this morning on my
7	schedule was to again get a report on the documents and to
8	consider scope of further witnesses and set up a schedule.
9	Does anybody have anything preliminarily that they want to
10	report on?
11	MR. SPITZER: First, do you want Mr. Price here or
12	should he be in the witness room for this?
13	JUDGE SIPPEL: I don't see any reason why he
14	shouldn't be. Do you have any objection to him being here
15	for this? Unless we start getting into some questions about
16	
17	MR. BECKNER: Well, we may end up talking about
18	something
19	JUDGE SIPPEL: Yes. Let's go off the record. I'm
20	going to ask Mr. Price to step out.
21	(Whereupon, the Witness was excused from the
22	courtroom.)
23	JUDGE SIPPEL: Back on the record.
24	MR. SPITZER: And the second small item, Your
25	Honor, the counsel for the Bureau, Cablevision and Time

- 1 Warner had requested a certain billing records on Thursday
- when we were here. And I've just produced those documents.
- And for the record, they're Bates numbers 17490 to 17508.
- JUDGE SIPPEL: All right. Those are the billing
- 5 records of the Pepper & Corazzini firm, the two attorneys
- 6 that have been --
- 7 MR. SPITZER: Yes, well, beyond that, Your Honor,
- 8 the billing records of Pepper & Corazzini for all Liberty-
- 9 related work from January 1, 1995 through May 30, 1995. And
- so it includes one or two paralegals as well as the two
- 11 attorneys.
- 12 JUDGE SIPPEL: All right. Now, is this the first
- time you've seen these two documents, Mr. Weber?
- MR. WEBER: Yes, it is, Your Honor.
- 15 JUDGE SIPPEL: You'll need time to look at those,
- 16 too.
- 17 MR. SPITZER: Your Honor, we've just become aware
- 18 since we've put -- had to put some Bates numbers on
- documents when we were in Washington, we may have used -- we
- 20 may have just duplicated some Bates numbers because this
- 21 production obviously was done in New York where we did this
- mechanically over the weekend. So there may be some
- 23 documents which share certain numbers. We'll clarify this
- 24 and if we need to give you a new set of these documents with
- 25 new Bates numbers, we'll do so. We'll take care of it.

- JUDGE SIPPEL: All right. What about the -- what
- about the corporate minutes of Liberty. Have they been
- 3 looked at? Anybody have anything on that?
- 4 MR. SPITZER: Your Honor, we have -- it's a lapse
- on my part, Your Honor. I did not ask Mr. Milstein
- 6 specifically to review those minutes. It's again our belief
- 7 that there are no such documents that were formalized
- 8 minutes of the meetings. We will get back to you right
- 9 after lunch and give you a definitive answer on that.
- JUDGE SIPPEL: All right. Well, it's important
- 11 though that one of -- that an attorney from your firm go
- 12 over and look at those minutes.
- MR. SPITZER: Yes.
- JUDGE SIPPEL: I'm not going to rely just on Mr.
- 15 Milstein looking at them and letting you know that
- 16 everything's okay.
- 17 MR. SPITZER: No, no. Absolutely, Your Honor. If
- in fact there are any documents such as minutes, we will
- 19 review them personally.
- JUDGE SIPPEL: Very fine. Now, we -- we didn't --
- we didn't cover this when we talked about the Pepper &
- 22 Corazzini documents unfortunately. But the question I have
- 23 on my notes is -- I made these notes before coming in here
- 24 today. I didn't have this note before me last week. But
- 25 what about the calendars, the desk calendars of Mr. Lehmkuhl

- and Mr. Barr? Have they been looked at? Have they been
- 2 requested? Have -- anybody know anything about those?
- MR. SPITZER: Your Honor, I think it's fair to say
- 4 they were not requested. We have not specifically looked at
- 5 the desk calendars of those two individuals. We have looked
- 6 at desk calendars of other individuals involved. But,
- 7 again, we will do -- it's a worthwhile inquiry and we will
- 8 undertake to do it.
- 9 JUDGE SIPPEL: All right. That's important
- 10 because particularly before -- before Mr. Barr comes in.
- 11 MR. SPITZER: All right. We will undertake that,
- 12 Your Honor.
- MR. WEBER: And to correct Mr. Spitzer, Your
- 14 Honor, they were specifically requested. The document
- 15 request did notate desk calendars as well as --
- MR. SPITZER: Not of the lawyers at Pepper &
- 17 Corazzini.
- MR. WEBER: The -- all attorneys were included
- 19 within the scope of --
- MR. SPITZER: We had conversations about precisely
- 21 what we would produce from P&C. And so, I mean, I think --
- JUDGE SIPPEL: All right. Well, let's -- I'm not
- going to get beyond -- I mean, that may be a matter of
- 24 contention. But right now, I'm just trying to keep the
- train on schedule so to speak. So you know about the need.

- 1 You're going to look into it. We're going to hear from you
- 2 soon about it.
- 3 MR. SPITZER: That's correct.
- JUDGE SIPPEL: All right. Then otherwise with the
- 5 exception then -- the billing records have just been
- 6 produced. And with the exception then of the date of the
- 7 desk calendars, of the day calendars, have the Pepper &
- 8 Corazzini files been completely and thoroughly and --
- 9 reviewed?
- MR. SPITZER: Yes, Your Honor, by those of us who
- 11 are sitting right here.
- 12 JUDGE SIPPEL: All right. Do you have any more
- questions with respect to that, Mr. Weber, the scope of the
- culling of the documents of Pepper & Corazzini?
- MR. WEBER: No, we do not, Your Honor.
- JUDGE SIPPEL: And would the same be true of the
- 17 Constantine law firm records?
- 18 MR. SPITZER: I don't think there was ever an
- 19 understanding with the Bureau that we would search the
- 20 Constantine records.
- JUDGE SIPPEL: Are you confident that there's
- 22 nothing in the Constantine records that hasn't been produced
- 23 -- that -- that --
- 24 MR. SPITZER: That bears on this?
- JUDGE SIPPEL: Yes, that bears on this and, you

- 1 know, I'm not talking about documents which bear -- which
- are protected documents. I'm simply talking about have we
- 3 touched all the basis with respect to being sure that
- 4 nothing like this April 28th memorandum is going to pop up
- 5 again?
- 6 MR. SPITZER: Yes, Your Honor.
- JUDGE SIPPEL: All right.
- 8 MR. SPITZER: Yes, Your Honor.
- JUDGE SIPPEL: And would that same be true of
- 10 the -- of the Liberty files, that is -- and that would be --
- 11 you're saying yes.
- MR. SPITZER: Yes, Your Honor.
- JUDGE SIPPEL: And that would be both Mr. Milstein
- 14 files --
- MR. SPITZER: Mr. Price --
- 16 JUDGE SIPPEL: Mr. Price, Mr. Ontiveros --
- MR. SPITZER: -- and Mr. Nourain.
- JUDGE SIPPEL: -- and Mr. Nourain.
- 19 MR. SPITZER: That's correct, Your Honor.
- JUDGE SIPPEL: All right.
- MR. SPITZER: And the condition of Mr. Nourain's
- 22 files has been testified to. So I think there's some
- 23 understanding for some of the confusion.
- JUDGE SIPPEL: Well, he still has a universe of
- documents though that can be gone through one-by-one, page-

- 1 by-page and that's been done I understand.
- MR. SPITZER: That has been done, Your Honor.
- JUDGE SIPPEL: All right. Anything more on that,
- 4 Mr. Weber?
- 5 MR. WEBER: No, not at this time. Some questions
- 6 may be arised when going through the documents -- the new
- 7 documents that came from the Pepper & Corazzini files.
- 8 There are several which we're a little unsure of why they
- 9 were not an item in Mr. Price's or Mr. Nourain's files, as
- 10 well. But I think I can discuss that with counsel before
- 11 they file their -- their reply to Time Warner's request for
- the investigation into the discovery matters.
- JUDGE SIPPEL: All right. Well, anyway, Mr. Price
- 14 is here.
- MR. WEBER: Right.
- JUDGE SIPPEL: So you can -- at any appropriate
- time, you can ask him that line of questioning.
- MR. WEBER: And I plan to.
- JUDGE SIPPEL: Mr. Beckner, do you have any more
- 20 on this?
- MR. BECKNER: You mean on the documents?
- JUDGE SIPPEL: The documents. That's correct.
- What I'm trying to do is get a finalization of the
- 24 production of documents this morning.
- MR. BECKNER: No. I mean, we have some questions

- of Mr. Price that I gather from your conversation with Mr.
- Weber you're going to allow those questions about the status
- of his own files. I mean, frankly, one of the points that
- 4 we raised on our motion wasn't so much that we were finding
- 5 fault with the production from the lawyers' files. But we
- 6 were and continue to be mystified at how none of these
- 7 documents which have come from the lawyers' files seem to
- 8 come from the clients' files.
- I mean, it's not just a question of one or two
- 10 failing to come, but all of the inventories which were
- 11 produced which was about four and most of the other lawyer -
- attorney-client communications did not seem to come from
- any Liberty file with the exception of, you know, recent a
- 14 couple of things from Mr. Nourain.
- MR. SPITZER: Just factually, Your Honor, I mean,
- there will always be a moment for a more fuller discussion
- of this. But I think Mr. Beckner is just simply wrong in
- terms of what he is stating. The inventories were produced
- 19 from Mr. Nourain's files. The documents -- the vast
- 20 preponderance --
- MR. BECKNER: Well, Counsel, if you're going to
- say that, I'm very interested in that fact because Mr.
- Nourain testified that he didn't remember seeing them
- 24 before.
- MR. SPITZER: Well, but they were in his files. I

- 1 mean, whether or not he remembers them, I --
- MR. BECKNER: Well, I think that needs --
- JUDGE SIPPEL: Well, let's not cross those two
- 4 wires now.
- 5 MR. BECKNER: I'm sorry.
- JUDGE SIPPEL: Those are two distinctly different
- 7 things. There will be as -- you know, as we all know -- I
- 8 mean, once we finish the testimony here, that -- that starts
- 9 the count down for Liberty to file the opposition to your
- 10 motion for further inquiry into document discovery. So I am
- assuming that we will get a full and complete answer at that
- 12 time.
- However, as I say, anytime that there's a Liberty
- witness on the stand, you're free to inquire into this, this
- being the documents and what documents each witness had,
- what their filing system, what do they do to transmit
- information back and forth. There has clearly been
- 18 testimony here that -- there has been testimony here I
- 19 should say which -- which clearly indicates that there was a
- lack of communication of some documentary information down
- 21 to Mr. Nourain.
- Now -- and that comes through even in affidavits
- 23 that were filed, this comes through. So I mean it's -- this
- 24 is open to further inquiry. But -- all right. I've said
- enough on that then. Mr. Holt, are you -- do you have

- anything more you want to add to this?
- MR. HOLT: Nothing, Your Honor. Thank you.
- JUDGE SIPPEL: Okay. And by the way, I'm assuming
- 4 that everybody that's here at counsel table have or will
- 5 give their name to the Reporter before we break this
- 6 morning. Now, what about witnesses? There are -- in
- 7 addition to finishing up with Mr. Price -- and I'm aware,
- 8 also, Mr. Begleiter, that we've got a 3:00 termination time
- 9 today.
- MR. BEGLEITER: Yes, Your Honor.
- JUDGE SIPPEL: Mr. Barr, Mr. Ontiveros, Mr. Edward
- 12 Milstein in addition to Mr. Price. I would suggest putting
- Mr. Barr at the end so that we're sure he got all the
- 14 necessary discovery completed before he takes the stand.
- Now, I mean, that's my comment. Do you want to talk about
- the order of witnesses at this point?
- MR. SPITZER: Your Honor, since we -- the schedule
- as we understand it is that we will have today's session and
- 19 then resume next Monday morning --
- JUDGE SIPPEL: Correct.
- MR. SPITZER: -- we had thought that in the
- intervening days, there would be sufficient time to finish
- 23 all the discovery. Just for scheduling reasons and not
- necessarily logic, we had thought we would resume with Mr.
- 25 Barr next Monday morning. And you had just said you think

- 1 he should be last. And we will defer to your wishes on that
- 2 if you think that you prefer for him to be last. But we had
- arranged for Mr. Barr, for him just to be next Monday and
- 4 then to follow with Mr. Ontiveros and Mr. Milstein.
- JUDGE SIPPEL: Okay. Well, there hasn't been any
- 6 discovery of Mr. Barr. I mean, that was -- I made that
- 7 decision earlier on in this case because I didn't see any
- 8 need for his discovery. What's the situation now? Are you
- 9 going to just offer him up without an opportunity to have
- 10 him deposed?
- MR. SPITZER: Well, Your Honor, we thought that
- 12 given the -- the course of events and given the -- the fact
- that one of the meetings that has now -- or conversations
- that is now central to this development of facts is the
- 15 Thursday the 27th conference call. We thought, frankly,
- since it's our burden, it made sense to -- to put that
- testimony forth and to offer him as a witness.
- 18 We got the sense certainly that the Bureau wished
- 19 to hear from him as a witness. And I'm not saying Mr. Weber
- 20 formally took that position, but it was our sense that it
- 21 would assist the Bureau in -- in understanding the full set
- of facts here. And also, certainly Mr. Beckner has over the
- 23 time beat the drum with some regularity about wishing to
- hear from Mr. Barr. So we thought we would offer him.
- JUDGE SIPPEL: Well, I'd certainly -- I think I

- indicated myself last week that I certainly expected -- I
- 2 needed -- need to hear from him. What about this, Mr.
- 3 Weber? What about the question of the preparation for his
- 4 testimony, Mr. Barr's?
- 5 MR. WEBER: Well, we certainly could be ready to
- 6 go by Monday. I am always a little troubled questioning
- 7 witnesses that haven't been deposed. However, the Bureau
- 8 would certainly hate to put further brakes on this
- 9 proceeding by taking the time to schedule Mr. Barr for
- depositions, take his testimony that way and then
- 11 rescheduling him to be a witness to testify here again. And
- therefore, I guess we would be willing to go ahead and allow
- 13 him to come in as a witness sometime next week, be it Monday
- or be it after Mr. Ontiveros, and just to have him testify
- 15 without his prior deposition.
- JUDGE SIPPEL: Well, one thing you'll have, you'll
- have his -- you'll have his -- the time records -- you'll
- 18 have the billing records. And if there's anything on a --
- on a daily calendar, you'll have that, also. You need time,
- 20 however, ahead of time before he takes the stand to review -
- 21 at a minimum to review that information. And you think
- 22 Monday would do it for you?
- MR. WEBER: Yes, I do, Your Honor. We would have
- 24 the remainder of this week. And we are certainly familiar
- enough with the issues here that I think we could certainly

- be ready by next Monday.
- JUDGE SIPPEL: All right. Well, what about his
- deposition this week? This is going to be -- is -- Tuesday,
- Wednesday, Thursday, Friday of this week?
- MR. WEBER: Well, actually, we were looking at
- is -- scheduling his testimony without a prior deposition.
- 7 I -- presumably, I don't see any reason why we couldn't take
- 8 a deposition on Friday, as well.
- 9 JUDGE SIPPEL: How about it, Mr. Beckner?
- MR. BECKNER: I don't have a strong preference for
- 11 taking a deposition. I mean, I think the benefit of taking
- a deposition would be that the hearing testimony would be a
- little quicker and the examination would be more focused;
- less of a fishing expedition for lack of a better term. And
- certainly if Mr. Barr is available to be deposed Thursday or
- 16 Friday of this week, I'd be prepared to do that. The only
- other comment -- and certainly if Liberty wants to offer Mr.
- 18 Barr to testify at the hearing on Monday with or without a
- 19 prior deposition, I'd be prepared to do that.
- The only comment that I have is that I would
- 21 prefer, frankly, to hear Mr. Edward Milstein's testimony
- before Mr. Barr, you know, because it appears that in this
- last week of April time period, he was the person along with
- Mr. Price who was involved in these conference calls and so
- on with the lawyers. So that's my only preference is that

- 1 is that Edward Milstein testify at the hearing before Howard
- 2 Barr. And if -- if Your Honor senses that you'd rather have
- a more focused examination of Howard Barr at the hearing,
- 4 then probably we should take his deposition this week in
- 5 order to do that.
- JUDGE SIPPEL: Well, from what there -- from what
- 7 I'm hearing from you and from Mr. Weber -- I haven't asked
- 8 Mr. Holt yet -- but it certainly doesn't sound to me like
- 9 there's a definitive need to take his deposition. And I
- agree with both of your observations that certain the issues
- 11 -- the factual issues are very much focused at this point as
- opposed to maybe ten days ago. So I'm just -- I just see
- 13 that there is this -- you know, that there is this seemingly
- 14 available time in any event. And the man has not been
- deposed yet. What are your views on this, Mr. Holt?
- MR. HOLT: I think I concur with Mr. Beckner and -
- 17 that there's not a need at this point for a deposition.
- JUDGE SIPPEL: All right. Then the other question
- is the order of witnesses. And would it be -- does this
- 20 make any difference to you which goes first?
- MR. SPITZER: It makes no difference at all, Your
- Honor. I mean, we haven't spoken to the witnesses about
- their availability. We will produce them. So whichever
- order you would prefer. If you think it makes most sense to
- 25 have Mr. Barr as a last witness because then to the extent

- he's not been deposed, at least the litigants and the
- attorneys have the benefit of all the prior testimony. We
- are happy to see what we can do at least to make sure that
- 4 we can produce them in that sequence.
- JUDGE SIPPEL: I think that makes sense to me.
- 6 Anybody else have any -- I mean, Mr. Beckner, Mr. Holt, Mr.
- 7 Weber? All right. Why don't we do it that way then? We'll
- 8 have Mr. Edward Milstein -- Mr. Edward Milstein would make
- 9 sense -- yes, Mr. Edward Milstein should come after Mr.
- 10 Price, particularly in light of the testimony of Mr. Price
- 11 about what transpired in -- on April 27th and 28th. And he
- was unsure. So, I mean, we do want to hear from Mr. Edward
- 13 Milstein at least on that alone. And then of course there
- 14 are some other questions in other areas that he's going to
- 15 be questioned on, also.
- And then -- all right. Then that would mean that
- 17 we would finish up with Mr. Price on -- let me -- let me
- 18 look to next week then. On January the 27th, if we haven't
- 19 concluded today, we will finish up with Mr. Price. And by
- 20 the way, I'm going to put a starting time of 9:30 on that --
- 21 the 27th. So we can finish up with Mr. Price if we've not
- 22 already done so, then start with Mr. Edward Milstein. And
- then on the 28th, we can finish up with Mr. Edward Milstein
- 24 and start Mr. Ontiveros. And then on the 29th, we would
- finish up with Mr. Ontiveros and then pick up with Mr. Barr.

- 1 So I would expect that by the 30th which is a
- 2 Thursday, that we would be completed with the testimony.
- 3 And so -- I have seen no need to recall any witness yet.
- But, you know, there has to reach a point where there's a
- 5 definitive cut-off of this testimony. And I think we're
- 6 getting there. However, it's -- I'm not going to lock
- 7 anything in yet because we still haven't heard from other
- 8 witnesses. Okay? Does anybody have anything more? Mr.
- 9 Beckner?
- MR. BECKNER: Well, maybe I'm jumping ahead, Your
- 11 Honor. I understood that you wanted to hear from us about
- our review of the documents that were produced to us a week
- 13 ago today.
- 14 JUDGE SIPPEL: Yes.
- MR. BECKNER: And I'm prepared to report to you.
- JUDGE SIPPEL: All right. Why don't you take that
- 17 up now then? I was kind of -- I was anticipating that that
- 18 would be the -- what I'm concerned about primarily is the --
- 19 two things: Is the thoroughness and review of the documents
- and the completeness of discovery production; and secondly,
- 21 whether there's anything that's turned up in what you've
- 22 seen thus far in the newly discovered evidence that would
- 23 prompt -- you feel would prompt additional testimony or some
- 24 additional discovery.
- MR. BECKNER: The answer to the second question

- was not. I mean, there's nothing that we've seen aside from
- 2 the few documents that are already -- have now been put in
- 3 the record that -- that, you know, would give me a reason to
- 4 ask you to recall a witness who has already testified or to
- 5 call a witness to testify who is not already scheduled.
- 6 There is one document that we're -- it's another copy of a
- 7 document that's already been produced, but this one has some
- 8 writing on it. And we'll just offer it when Edward Milstein
- 9 testifies. So that shouldn't cause any disruption in the
- 10 flow of things that's already been established.
- JUDGE SIPPEL: All right. Does that -- so that
- basically concludes your report then on that, on your review
- of the documents?
- MR. BECKNER: Yes, sir. That's it.
- 15 JUDGE SIPPEL: Anything, Mr. Weber?
- MR. WEBER: Nothing to add. We would just concur
- 17 with Time Warner that there's nothing that we have seen that
- 18 would make the Bureau decide to recall a witness, as well,
- 19 or to bring an additional witness in to testify.
- JUDGE SIPPEL: Mr. Holt?
- MR. HOLT: I have nothing to add, Your Honor.
- There are some things that I would like to request from the
- 23 witness. But nothing of the level that would require them
- 24 to come back.

- 1 the -- yes, Mr. Beckner?
- MR. BECKNER: There's one other matter. If you
- 3 recall in some of the examinations, I think I in particular
- 4 asked about -- I asked Mr. Price about procedures and so on
- 5 that were followed when a gentleman names Bruce McKinnon was
- 6 working for the company. And you may recall, there's the
- 7 1992 memorandum to Mr. McKinnon that was introduced I think
- 8 in Mr. Price's direct testimony.
- Now, Mr. McKinnon has been deposed in the case.
- 10 And what I'd like to do is to simply offer portions of his
- 11 deposition transcript. I'm not asking to have him called as
- 12 a live witness. But I would want the opportunity before the
- 13 record closes to offer some of his deposition transcript
- 14 testimony on some of these issues, on the memorandum in
- 15 particular, and on some of the matters about which I
- 16 questioned Mr. Price.
- MR. BECKNER: He's not employed by Liberty
- anymore. He works for someone else and he's -- I think he
- 19 was the business manager of a large Boston law firm. And I
- 20 believe his wife is ill.
- MR. BEGLEITER: She was ill --
- 22 MR. BECKNER: She was ill. She has cancer or
- 23 something like that. So, you know, in light of all that,
- 24 I'm not asking to drag him down here because I don't think
- 25 it's necessary and I think the testimony is already in the

- deposition record. But I would like to be able to offer
- 2 that.
- JUDGE SIPPEL: Well, if you're going to offer the
- 4 portions of it -- and I haven't heard from Mr. -- from
- 5 Liberty's side of the table on this. But it would be the
- 6 whole thing. It wouldn't be just portions.
- 7 MR. BECKNER: Well, that would be fine, Your
- 8 Honor.
- 9 JUDGE SIPPEL: But, again, the weight to be
- 10 attributed to that is -- is -- apparently is going to be
- 11 less than if the witness would come forward to testify live
- 12 at the hearing. So I'm not so -- I'm just not all together
- 13 clear what you think that might add to the situation. If
- 14 somebody here is telling us -- is giving us what you feel to
- 15 be false or inconsistent testimony with Mr. McKinnon's view
- of things, it would -- these are the witnesses that should
- 17 be asked about that.
- 18 MR. BECKNER: Well, in that event, I'll be
- 19 specific. I think this is in our issue papers. I mean,
- first off, Mr. McKinnon's view of this memorandum that was
- 21 sent to him by Mr. Price is rather different from Mr. Price,
- 22 at least as Mr. Price expresses it now. And -- and it is --
- let me see if I can identify this one by name for you.
- 24 JUDGE SIPPEL: Is this -- this is the
- 25 Liberty/Bureau Exhibit Number 2?

- 1 MR. BECKNER: Yes, Your Honor. Liberty/Bureau
- 2 Exhibit Number 2. In Mr. McKinnon's testimony, if I could
- 3 characterize it, it basically was that this document is a
- 4 whole lot less important than -- than Mr. Price or Mr.
- 5 Howard Milstein has said it was. So that's -- that's the
- first point that I would make from Mr. McKinnon's testimony.
- 7 The second point that I would make from Mr. McKinnon's
- 8 testimony is I think he testified about -- quite clearly was
- 9 that when he was running the operations, that he himself
- 10 affirmatively determined that Liberty had authorization or
- an STA or a license for permitting Mr. Nourain or the
- operations department to activate any new microwave path.
- 13 JUDGE SIPPEL: When did he leave though?
- MR. BEGLEITER: May 1993, approximately a year --
- 15 13 or so months before anything --
- MR. SPITZER: Relevant to this proceeding.
- MR. BEGLEITER: Well, not relevant. Before the
- major acts that are involved here occurred.
- MR. BECKNER: Well, the relevance of his testimony
- 20 is that if you -- if you believe his testimony and you
- 21 believe Mr. Nourain's, then there appears to have been a
- 22 change in the procedure that Liberty followed for activating
- 23 new microwave paths while Mr. Price has testified that there
- 24 was no change in the procedure.
- JUDGE SIPPEL: Well, I think -- yes, I think that

- from my understanding of the testimony, I think you're
- 2 taking it a little bit too far. And in light of the -- I
- mean, I'm -- of course, I'm open to be shown in proposed
- 4 findings that it may be somewhat otherwise. But I -- the --
- 5 the -- the fact that it was in 1993 that he left -- and
- these things really -- the focus here is really late '94
- 7 through '95, through the middle of '95. Again, I wouldn't
- 8 want to bring in just deposition testimony for purposes of
- 9 making any significant finding in this case, at least on
- 10 this issue -- on these issues.
- MR. BECKNER: Well, the point was raised first by
- 12 Liberty that they -- or rather that through their testimony,
- that they put in a set of procedures back in 1992. And they
- point to this Liberty/Bureau Exhibit 2 in support of that.
- 15 And the recipient of that memorandum -- and his testimony
- doesn't really -- doesn't really support the specific
- 17 conclusion that's offered from the memorandum.
- JUDGE SIPPEL: I would -- I would perk up at that
- 19 if -- you know, if he had been in that position or in a
- similar position in, you know, early '95. But he left in
- 21 '93. And I don't -- you know, it's -- it's going after --
- 22 to me it's going after a collateral issue which I think is
- 23 qoing to add -- it's more of a distraction than it is a
- 24 focused kind of evidence. Does anybody -- Mr. Holt, do you
- want to comment on that? Are you basically the same as Mr.